

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

MOTION OF GREEN RIVER ELECTRIC)
CORPORATION TO AMEND PRIOR ORDERS) CASE NO. 9293
IN:)

(A) THE APPLICATION OF GREEN RIVER)
ELECTRIC CORPORATION FOR AN ORDER PUR-)
SUANT TO KRS 278.300 AND K.A.R. 1:010,)
SECTION 10, AUTHORIZING ISSUANCE OF)
EVIDENCE OF INDEBTEDNESS TO SECURE A)
LOAN OF \$1,758,756.50 FROM THE LOUISVILLE)
BANK FOR COOPERATIVES)
CASE NO. 6990)

(B) APPLICATION OF GREEN RIVER)
ELECTRIC CORPORATION FOR AN ORDER PUR-)
SUANT TO KRS 278.300 AND 807 K.A.R.)
1:010, SECTION 10, AUTHORIZING ISSUANCE)
OF EVIDENCE OF INDEBTEDNESS TO SECURE A)
LOAN OF \$1,470,000 FROM THE UNITED)
STATES OF AMERICA AND A LOAN OF \$630,000)
FROM THE LOUISVILLE BANK FOR)
COOPERATIVES)
CASE NO. 7033)

(C) APPLICATION OF GREEN RIVER ELECTRIC)
CORPORATION (1) FOR AN ORDER PURSUANT TO)
KRS 278.300 AND 807 K.A.R. 1:010, SEC-)
TION 10, AUTHORIZING IT TO BORROW)
\$3,415,000 FROM THE UNITED STATES OF)
AMERICA AND \$1,464,000 FROM THE LOUIS-)
VILLE BANK FOR COOPERATIVES AND (2) FOR)
A CERTIFICATE OF CONVENIENCE AND)
NECESSITY PURSUANT TO KRS 278.020(1) AND)
807 K.A.R. 1:010, SECTION 8(2), AUTHOR-)
IZING CERTAIN PROPOSED CONSTRUCTION AND)
ASSOCIATED CAPITAL OUTLAY)
CASE NO. 7325)

(D) APPLICATION OF GREEN RIVER ELECTRIC)
 CORPORATION (1) FOR AN ORDER PURSUANT TO)
 KRS 278.300 AND 807 K.A.R. 50:005, SEC-)
 TION 10, AUTHORIZING IT TO BORROW)
 \$3,059,000 FROM THE UNITED STATES OF)
 AMERICA AND \$1,307,000 FROM THE LOUIS-)
 VILLE BANK FOR COOPERATIVES, AND (2) FOR)
 A CERTIFICATE OF CONVENIENCE AND)
 NECESSITY PURSUANT TO KRS 278.020(1) AND)
 807 K.A.R. 50:005, SECTION 8(2), AUTHOR-)
 IZING CERTAIN PROPOSED CONSTRUCTION AND)
 ASSOCIATED CAPITAL OUTLAY)
 CASE NO. 8099)

(E) APPLICATION OF GREEN RIVER ELECTRIC)
 CORPORATION (1) FOR AN ORDER PURSUANT TO)
 KRS 278.300 AND 807 K.A.R. 5:001, SECTION)
 10, AUTHORIZING IT TO BORROW \$3,003,000)
 FROM THE UNITED STATES OF AMERICA AND)
 \$1,287,000 FROM THE LOUISVILLE BANK FOR)
 COOPERATIVES, AND (2) FOR A CERTIFICATE)
 OF CONVENIENCE AND NECESSITY PURSUANT TO)
 KRS 278.020(1) AND 807 K.A.R. 5:001,)
 SECTIONS 8(2) AND 8(3) AUTHORIZING)
 CERTAIN PROPOSED CONSTRUCTION AND)
 ASSOCIATED CAPITAL OUTLAY)
 CASE NO. 8903)

O R D E R

Green River Electric Corporation ("Green River") filed its motion on February 25, 1985, for authorization to amend loan agreements between Green River and the Louisville Bank for Cooperatives ("LBC"), Green River's source of supplemental long-term financing, to permit Green River to participate in the long-term fixed interest rate plan now offered by LBC. The existing loan agreements between Green River and LBC provide a variable rate of interest on all term loans that is adjusted monthly as LBC changes its term loan interest rate. The proposed amendments to the LBC loan agreements, which were attached as exhibits to Green

River's motion, give Green River the option of fixing the interest rate on a portion of its existing or unadvanced long-term indebtedness for a period of time greater than one month. The object of the LBC fixed interest rate plan is to give Green River the opportunity to reduce its interest costs by financing new term debt or refinancing existing term debt at the interest rate and for the term provided in bond offerings made by LBC from time to time.

The Commission, after consideration of the evidence of record and being advised, is of the opinion and finds that:

(1) The borrowings evidenced by the loan agreements Green River seeks to amend have previously been approved by the Commission in the Orders referenced in Exhibit 4 to Green River's motion. The relief requested by Green River in this proceeding does not change the amount of those borrowings.

(2) The proposed amendments to the LBC loan agreements are for lawful objects within the corporate purposes of Green River, are necessary and appropriate for and consistent with the proper performance by Green River of its service to the public, and will not impair Green River's ability to perform that service.

IT IS THEREFORE ORDERED that Green River be and it is hereby authorized to execute the proposed amendments to its loan agreements with LBC.

IT IS FURTHER ORDERED that the proceedings in each of the above-styled loan cases be and they are hereby incorporated into this case by reference only.

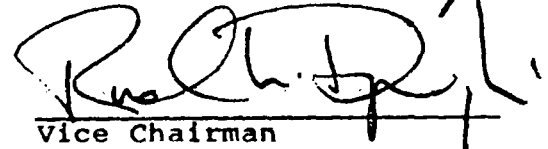
IT IS FURTHER ORDERED that for the purposes of this case the data filed by Green River with its motion is adequate to satisfy the data requirements of 807 K.A.R. 5:001, Section 10.

Nothing herein contained shall be deemed a warranty or a finding of value of securities or financing authorized herein on the part of the Commonwealth of Kentucky or any agency thereof.

Done at Frankfort, Kentucky, this 4th day of April, 1985.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary